G. R. S. IX-5]

Previous references.

G. J. S. of 1875. Vol. 4,
- do - 25 of 91-5.

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(G. J.)

File No. 26. 1/1891.

Serial Nos. ~~1-4~~ 1-3.

Later references.

N. J. Vol. 13.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B for December 1892

SUBJECT.

Amendment of the Mysore State Life Insurance Rules.
(-Certain additions to Rule 26).

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Index ?
VM

W D 88—GPB—50,000—24-7-16

VLW
15

Letter from Secy to
the Insurance Committee
No. 107. 26th May 91

Note

E.F.
26-91
V63

I do not think that
our Rule 26 is sound.
If a man does not
pay his premium,
he must forfeit the
bonus altogether. But
in what is done by all
the Assuring companies
we need not hesitate
after Rule 26 now before us
in the case of servants
lent to Foreign
service, I would
frame a distinct
rule as follows.—

26A. An officer
transferred to
Foreign service
under the terms of

[illegible]

The Premium

Monthly, quarterly,
half yearly, or
yearly into any Means
of the Days Grant,
a Grace of 15 Days
being allowed when
the Premium is payable
Monthly, or of one
Month when it is
Paid Monthly

~~of~~ Failure to pay
within the Period
of Grace will involve
Forfeiture of Policy
& the Premia already
Paid in respect of
it; Provided that
if the Policy holder
desires upon his
Policy to be cancelled
before the expiry of
the Period of Grace,

articles 386, 387 & 388 of the Indian service Regns, may be allowed to pay the premium monthly, quarterly, half yearly, or yearly into any Treasury of the Indian Govt, a grace of 15 days being allowed when the premium is payable monthly, or of one month when it is yearly Renewal ~~of~~ Failure to pay within the period of grace will involve forfeiture of policy & the premia already paid in respect of it; provided that if the policy holder delivers up his policy to be cancelled before the expiry of the period of grace,

he will be allowed
a surrender value
of 50 per cent
of the actual amount of the
premia
paid by him on
his policy." —

H.L.

16/5/192

The penalty of forfeiture will
be ~~imposed unnecessarily~~ needlessly harsh &
& there is no reason why
we should follow in this
matter the example of
private Insurance Companies.
These Companies ~~have often~~
~~various~~ have various
systems, such as "whole life",
"fixed No of payments",
"Endowments" & So on, and
they give a Surrender Value
~~further~~ arbitrarily, or rather
in a way that benefits
themselves at the expense of
the Insured. The Govt must
not do this → Rule 26.
& Very Govt ~~commercial~~: ~~to~~
It really gives ~~the Value~~
~~of the~~ a Kind of Surrender

as a rough General
Solution in all cases

The system of
paying Surrender
Values is adopted
only by some of Companies;
more advanced Companies
-It is a Concession on the
Companies Expense absolute
forfeiture - we must
pursue a progressive
policy &

Value, as it is payable
when due & not immediately
the proper Surrender Value

Shd be
the present Value of the Bonus
minus the remaining
premia with Compound interest
or make the Calculation

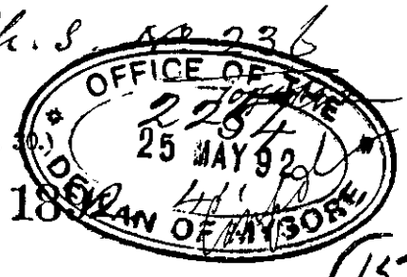
Simpler
the present Value of
the difference between the Bonus
agreed upon & the Bonus.
for the Insured's age at
time of default, for same
premium.

If we adopt the System
of paying immediate Surrender Values,
we Shd Calculate them
in Some Such way
Rather than at the
arbitrary 50% —

An immediate Small
payment wd be an
advantage to the Insured
& wd simplify our accts.
From this point of view
Surrender Values are good,
but if we are to give them
we Shd Calculate them
as above
17-5-92 [illegible]

I wanted [illegible] the last clause of Rule 26
[illegible] remain as it is. I wanted merely
amend the Rule by adding, after
the word "received", the following:—
"or when an Officer of the Prime
Government is himself liable to
Foreign Service under the Insurance
of s 388 of the Imperial Income Taxation
[illegible]
17/5/92

Ch. S. No. 236



(General Serial No. 30.)

18

From

The Secretary to the
Insurance Committee

To The Chief Secretary
to the Government
of Mysore

Dated 6th May

Despatched

Received

Enclosures No. 1 File

General No. 107
No

Submitting for sanction of Government a memo containing the opinion of the members of the Committee anent the insurance of life to be effected by one Kesava Row Naidu a servant of this Government lent for employment under the Southern Mahratta Railway Company

Submitted
Mark 10/5 To Councillors for opinions
16/5
to say write in Hindi
Ed
Undersigned 17/5
Mark 20/5

No. 107
Encl 17 Files

Office of the Secretary to the
Mysore State Life Insurance
Committee
Bangalore, 6th May 1892.

From

(15)

The Secretary
Insurance Committee

To

The Chief Secretary
to the Government of Mysore.

Sir,

In submitting herewith in original to be obligingly returned, a memo with enclosures containing the opinion of the ~ members of the Committee on the subject of insurance of life to be effected by one Kesava Row Naidu, a servant of this ~ Government lent for employment under the Southern Mahratta Railway Company, I beg you will be so good as to obtain the sanction of Government for making the following additions to para 26 of the Rules for Mysore State Life Insurance as suggested by the members.

After

After the word "matures" in the second line of para 26, insert the words "or in the case of an officer transferred to Foreign Service under the terms of articles 386, 387 and 388 of the Mysore Service Regulations."

I have the honor to be
Sir,
Your most obedient servant

H Gayle
For Secretary
Insurance Committee.

CF
Ab 93

No 8767-8807 d/16-12-92
R.F 161-92 21

Read:

Letter N° 107 of 6th May 1892 from the Secretary to the Insurance Committee Submitting for sanction of Government a memo, containing the opinion of the members of the Committee anent the Insurance of life to be effected by one Kesava Row Naidu a servant of this Government Department for employment under the Southern Mahratta Railway Company.

Order thereon:

Government are of opinion that the Government's interests will be met by allowing such bonus.

Agreed that the Dewan for his approval & then issue.

I do not approve of the order.

CF
26/6/92

I know no objection to the surrender value being calculated on some such principle as that enunciated by the Dewan, but I object to the policy holder being allowed to sleep on to take the chance of getting a good bonus if he dies soon, & getting nothing at all if he lives long. I would insure 20 times if I could get such a chance. CF

Rule 26 by adding —
after the words "till his
"policy matures" the
words "or when an
"officer of the Mysore
"government is trans-
"-ferred to Foreign Service
"under the provisions of
"Section 388 of the Mysore
"Service Regulations."

2. Thus modified the Rule
26 will read as follows:—

Rule 26. When an Insured
who has ceased to be in the
service of the Government
is permitted to continue
to pay premium till his
policy matures, or when an
Officer of the Mysore Govern-
[redacted]ment is transferred to
[redacted]gn Service under
[redacted]visions of Section 388
[redacted]ysore Service
Regulations

Regulations, he may be allowed by the Committee to pay such premium — monthly, quarterly, half- -yearly or yearly into any Treasury of the Mysore — Government. A grace of 15 days shall be allowed when the premium is pay- -able monthly and a grace of one month when it is paid otherwise. If the insured fails to pay the premium within the days of grace, no further cash payments shall be received from him but the arrears due and all future pre- -miums shall be treated as a debt against his — policy and ~~secured~~ recover- -ed with compound interest at 5 per cent from his bonus.

borne.

A Notification to this effect will be issued in the Mysore Gazette.

Chief Secretary

To. The Secy to the ~~State~~ Legislative Council with original papers
All Heads of Departments.
The Dy Comrs of Districts
The Comptroller Govt of Mysore.
The Examiner Public Works and Railway accounts.
The Chief Secretary to the Govt of Mysore.
The Senior Surgeon to the Govt of Mysore.
The Hon'ble
P. Chentsal Rao. C.I.E.
L. Ricketts Esquire.
A. Rungaswamiengar Esquire.
A Srinivasachariar Esquire
Rai Bahadur

No 8766
R.F. 161-92 dt 16/21 12-92

GF
26 — 9"
3

Notification.

Add after the words
"till his policy matures"
in line 2 of Rule 26 of
the Rules for the Mysore
State Life Insurance
the words "or when an
Officer of the Mysore
Government is transferred
to Foreign Service under
the provisions of Section
388 of the Mysore Service
Regulations."

By order

Draft. [signature]

Chief Secretary

The Compiler Mysore Gazette for publication.

Rules Modified the Rule 26 will read as follows:—

26 "When an Insured who has ceased to be in the service of the Govt. is permitted to pay premium till his policy matures or when an officer of the Mysore Govt. is transferred to foreign service under the provisions of Sec. 388 of the Mysore Service Regulations he may be allowed by the Committee to pay such premium, monthly, quarterly, half yearly or yearly into any treasury of the Mysore Govt. A grace of 15 days shall be allowed when the premium is payable monthly and a grace of one month when it is paid otherwise. If the insured fails to pay the premium within the days of grace, no further cash payments shall be received from him but the arrears due and all future premiums shall be treated as a debt against his policy and recovered with compound interest at 5 p.c from the bonus."

Please [illegible]

Draft

To Councillor (Mrs)
for
Chairman
Ltr
11/5

Ltr to the Secretary
Metropolitan Borough
Town Hall 25th May
Ltr
2/6